

~~SECRET~~

25X1

12 June 1986

MEMORANDUM FOR THE RECORD

SUBJECT: 10 June 1986 HPSCI Briefing

CIA Briefers:

DDI Kerr []

25X1

Congressmen Present:Hamilton, Brown, Daniel, Stump,
Ireland, Hyde []

25X1

Subjects Briefed:Angolan Offensive (DDI []
Soviet Arms Shipments to Nicaragua
(DDI)
Mexican Political and Economic
Situation (DDI)
Use of Forced Labor at Chernobyl
(DDI) []

25X1

25X1

Questions Answered:

Hamilton

What is an MI-8?

Soviet helicopter.

Can Mexican government cover
debt payments this year?

No

Will the Mexican government
ask for a moratorium?Possibly, if no IMF
agreement.Who are largest Mexican
creditors?

US banks.

What are implications of
Mexican debt problems? Are
you looking into this?Yes. Have a number
of analysts working
on it. Implications
are that Mexico will
pressure US for help;
pressures on de la
Madrid to deal with
the problem.What kind of pressures on
US?Pressures to ease
import restrictions,
calls for more US
financial help.Are US banks providing any
new money?

No.

~~SECRET~~25X1
25X1

SECRET

25X1

SUBJECT: 10 June 1986 HPSCI Briefing

What is significance of
direct Soviet arms shipments
to Nicaragua?

Not clear, [redacted]

25X1
25X1
25X1

Daniel

What are long-term conse-
quences for Mexico of
financial problem?

PRI is shaken, more
political instabil-
ity, spillover
effects on US
narcotics and
immigration problems.

Has Mexican emigration
increased?

Not yet.

Any evidence of outside
exploitation?

Soviets are always
interested and
aggressive. Two
Soviet leaders
scheduled to visit
next year.

25X1

What is Qadhafi doing lately?

Has been out in
public quite a bit,
traveling, talking to
journalists. He
appears disappointed
by lack of Arab
support after the US
bombing.

Has Qadhafi gone outside of
the country?

No.

- 2 -
SECRET

SECRET

25X1

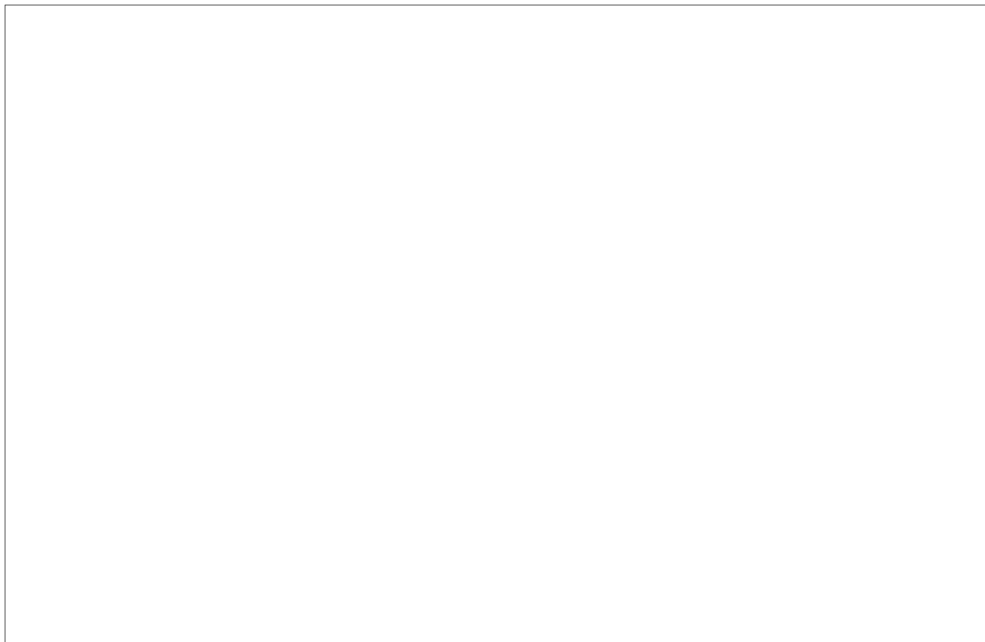
SUBJECT: 10 June 1986 HPSCI Briefing

Ireland

What is new information on
developing rebel cell in
Costa Rica?

Don't know; will get
back. 25X1

Brown



Aren't there reasons Mexico
might repudiate debt?

Yes. Political pres-
sure on government
to stiff-arm the
US. Some leaders,
however, see that
longer term impact on
Mexico would be
negative if debt is
repudiated.

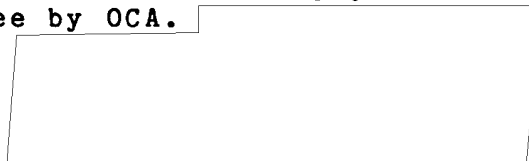


25X1

Followup:

ALA was tasked to prepare a brief analysis of recent rebel
activity in Costa Rica. The next HPSCI briefing will include a
discussion of illicit money flows out of Mexico. The paper on Costa
Rica will be forwarded to the Committee by OCA.

25X1



- 3 -

SECRET